

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM**

**BOARD OF ADMINISTRATION**

**INVESTMENT COMMITTEE**

**March 13, 2006**

**PLACE:**

**Lincoln Plaza North  
Auditorium  
400 Q Street  
Sacramento, California**

**TIME:**

**CLOSED SESSION      8:30 a.m.**  
CHIEF INVESTMENT OFFICER'S BRIEFING ON  
MARKET AND PERSONNEL ISSUES  
(Government Code sections 11126(a)(1) and (c)(16))

**OPEN SESSION      9:00 a.m.**

**CLOSED SESSION      Upon adjournment or recessing of Open Session**  
(Government Code section 11126(c)(16))

**ROLL CALL:**

Committee Members  
Charles Valdes, Chair  
George Diehr, Vice Chair  
Philip Angelides  
Marjorie Berte  
Robert F. Carlson  
Rob Feckner  
Priya Mathur  
Michael Navarro  
Tony Oliveira  
Mike Quevedo, Jr.  
Kurato Shimada  
Maeley Tom  
Steve Westly

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|                         | 1. CALL TO ORDER AND ROLL CALL                                                                                                                                                                                                                                   |
| ACTION                  | 2. Approval of Agenda                                                                                                                                                                                                                                            |
| ACTION                  | 3. Approval of the February 14, 2006 Open Session Minutes                                                                                                                                                                                                        |
| ACTION                  | 4. Election of Chair and Vice Chair                                                                                                                                                                                                                              |
| INFORMATION             | 5. CalPERS Total Fund Quarterly Report                                                                                                                                                                                                                           |
| INFORMATION             | 6. Real Estate <ul style="list-style-type: none"><li>a. R Street Subcommittee Report</li><li>b. Environmental Initiative Update</li></ul>                                                                                                                        |
| INFORMATION             | 7. Alternative Investment Management (AIM) Program <ul style="list-style-type: none"><li>a. Strategic Review Implementation Update</li></ul>                                                                                                                     |
| ACTION /<br>INFORMATION | 8. Global Equity <ul style="list-style-type: none"><li>a. Permissible Equity Market Investment Analysis Update</li><li>b. Corporate Governance Environmental Strategic Plan Update</li><li>c. Corporate Governance Internal Staff Working Group Update</li></ul> |
| INFORMATION             | 9. Global Fixed Income <ul style="list-style-type: none"><li>a. Currency Strategic Plan</li></ul>                                                                                                                                                                |
| CONSENT                 | 10. Policy Subcommittee Report                                                                                                                                                                                                                                   |
| CONSENT                 | 11. Chief Investment Officer's/Assistant Executive Officer's Report <ul style="list-style-type: none"><li>a. Consolidated Investment Activity Report</li></ul>                                                                                                   |
| INFORMATION             | 12. Draft Agenda for April 17, 2006                                                                                                                                                                                                                              |
|                         | 13. Public Comment                                                                                                                                                                                                                                               |

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Subcommittee meeting held immediately prior to this meeting may be reported on or presented to the Investment Committee for its consideration.

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**INVESTMENT COMMITTEE**

**March 13, 2006**

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| <b>CLOSED SESSION</b>   | <b>Upon adjournment or recessing of Open Session</b><br>(Government Code section 11126(c)(16))                                                                                                                                                                                       |
|                         | 1. CALL TO ORDER AND ROLL CALL                                                                                                                                                                                                                                                       |
| ACTION                  | 2. Approval of the February 14, 2006 Closed Session Minutes                                                                                                                                                                                                                          |
| INFORMATION             | 3. Asset Allocation Update                                                                                                                                                                                                                                                           |
| INFORMATION             | 4. Real Estate <ul style="list-style-type: none"><li>a. R Street Subcommittee Report</li><li>c. Portfolio Acquisitions</li><li>b. CIM Real Estate Fund III</li></ul>                                                                                                                 |
| INFORMATION             | 5. Alternative Investment Management (AIM) Program                                                                                                                                                                                                                                   |
| ACTION /<br>INFORMATION | 6. Global Equity <ul style="list-style-type: none"><li>a. Corporate Governance External Manager</li><li>b. Corporate Governance Environmental Strategic Plan Update</li><li>c. Corporate Governance Internal Staff Working Group Update</li><li>d. External Manager Update</li></ul> |
| INFORMATION             | 7. Global Fixed Income <ul style="list-style-type: none"><li>a. External Manager Update</li></ul>                                                                                                                                                                                    |
| INFORMATION             | 8. Chief Investment Officer's/Assistant Executive Officer's Report <ul style="list-style-type: none"><li>a. Status of Action Items Not Yet Reported</li></ul>                                                                                                                        |
| CONSENT                 | 9. Activity Reports <ul style="list-style-type: none"><li>a. Alternative Investment Management Program</li><li>b. Risk Managed Absolute Return Strategies Program</li><li>c. Public Markets</li></ul>                                                                                |